



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

M/021/008

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Michael O. Leavitt
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May 18, 1998

TO: Lowell Braxton, Acting Director *AB 5-20*
THRU: Mary Ann Wright, Associate Director *[Signature]*
FROM: D. Wayne Hedberg, Permit Supervisor *DWH*
RE: Request for Division Approval, Amount and Form of Replacement Reclamation Surety, Geneva Steel Company, Iron Mountain, M/021/008, Iron County, and Keigley Quarry, M/049/001, Utah County, Utah

On March 19, 1998, we were notified that Geneva Steel Company (Geneva) was going to issue replacement reclamation surety bonds for the Keigley Quarry and Iron Mountain Mine sites. The existing surety is with St. Paul Fire and Marine. We informed Geneva that whenever a surety is changed, the amount needed to be updated to current dollars and escalated five years into the future. The Iron Mountain surety changed from \$990,000 to \$1,073,000 and the Keigley Quarry changed from \$505,000 to \$615,500.

Geneva has supplied the Division with new surety bonds issued by United Pacific Insurance Company in the new escalated amounts. Also attached are new Reclamation Contracts that accompany the new sureties.

Thank you for your time and consideration in approving this request.

jb
Attachments
Geneva.bnd

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